

ICC Form 481 - Carle Annual Reporting Data Collection Form	ICC Form 481 OMB Control No. 3045-0045 OMB Control No. 3045-0015 JUN 015
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<010> Study Area Code	320742
<015> Study Area Name	BLOOMINGDALE HOME
<020> Program Year	2017
<030> Contact Name: Person USAC should contact with questions about this data	Christopher Ulmer
<035> Contact Telephone Number: Number of the person identified in data line <030>	6109283903 ext.
<039> Contact Email Address: Email of the person identified in data line <030>	culmer@icorellc.com
Form Type	54.313 and 54.422

**(100) Service Quality Improvement Reporting
Data Collection Form**

FCC Form 481

OMB Control No. 3060-0986/OMB Control No. 3060-0219
July 2013

<010>	Study Area Code	320742
<015>	Study Area Name	BLOOMINGDALE HOME
<020>	Program Year	2017
<030>	Contact Name - Person USAC should contact regarding this data	Christopher Ulmer
<035>	Contact Telephone Number - Number of person identified in data line <030>	6109263903 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	culmer@icorellc.com

<110> Has your company received its ETC certification from the FCC? (yes / no) ☐ ☒

If your answer to Line <110> is yes, do you have an existing § 54.202(a) "5 year plan" filed with the FCC? (yes / no) ☐ ☐

If your answer to Line <111> is yes, please file a progress report, on line <112> delineating the status of your company's existing § 54.202(a) "5 year plan" on file with the FCC, as it relates to your provision of voice telephony service.

<112> Attach Five-Year Service Quality Improvement Plan or, in subsequent years, your annual progress report filed pursuant to 47 C.F.R. § 54.313(a)(1). If your company is a CETC which only receives frozen support, your progress report is only required to address voice telephony service.

320742IN112.pdf

Name of Attached Document

Please select the appropriate responses below (Yes, No, Not Applicable) to confirm that the attached document(s), on line 112, contains a progress report on its five-year service quality improvement plan pursuant to § 54.202(a). The information shall be submitted at the wire center level or census block as appropriate.

<113> Maps detailing progress towards meeting plan targets

<114> Report how much universal service (USF) support was received

<115> How much (USF) was used to improve service quality and how support was used to improve service quality

<116> How much (USF) was used to improve service coverage and how support was used to improve service coverage

<117> How much (USF) was used to improve service capacity and how support was used to improve service capacity

<118> Provide an explanation of network improvement targets not met in the prior calendar year.

Yes
Yes
Yes
Yes
Yes
Yes

<010>	Study Area Code	320742
<015>	Study Area Name	BLOOMINGDALE HOME
<020>	Program Year	2017
<030>	Contact Name - Person USAC should contact regarding this data	Christopher Ulmer
<035>	Contact Telephone Number - Number of person identified in data line <030>	6109283907 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	culmers@corella.com

[illegible]

**(300) Unfulfilled Service Request
Data Collection Form**FCC Form 481
OMB Control No. 3060-0986/OMB Control No. 3080-0810
July 2013

<010>	Study Area Code	320742
<015>	Study Area Name	BLOOMINGDALE HOME
<020>	Program Year	2017
<030>	Contact Name - Person USAC should contact regarding this data	Christopher Ulmer
<035>	Contact Telephone Number - Number of person identified in data line <030>	6109283903 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	culmer@icorellc.com

<300> Unfulfilled service request (voice)

0

<310> Detail on attempts (voice)

Name of Attached Document

<320> Unfulfilled service request (broadband)

0

<330> Detail on attempts (broadband)

Name of Attached Document

(400) Number of Complaints per 1,000 customers Data Collection Form	PG Form 421 DMB Control No. 3060-0086/DMB Control No. 3060-0819 July 2013
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<010>	Study Area Code	328742
<015>	Study Area Name	BLOOMINGDALE HOME
<020>	Program Year	2017
<030>	Contact Name - Person USAC should contact regarding this data	Christopher Ulmer
<035>	Contact Telephone Number - Number of person identified in data line <030>	6109281903 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	culmer@icostello.com
<400>	Select from the drop-down list to indicate how you would like to report voice complaints (zero or greater) for voice telephony service in the prior calendar year for each service area in which you are designated an ETC for any facilities you own, operate, lease, or otherwise utilize.	Offered only fixed voice
<410>	Complaints per 1000 customers for fixed voice	0.0
<420>	Complaints per 1000 customers for mobile voice	
<430>	Select from the drop-down list to indicate how you would like to report end-user customer complaints (zero or greater) for broadband service in the prior calendar year for each service area in which you are designated an ETC for any facilities you own, operate, lease, or otherwise utilize.	Offered only fixed broadband
<440>	Complaints per 1000 customers for fixed broadband	0.0
<450>	Complaints per 1000 customers for mobile broadband	

[500] Compliance With Service Quality Standards and Consumer Protection Rules Data Collection Form		FCC Form 481 OMB Control No. 3050-0586/OMB Control No. 3050-0612 July 2013
<010> Study Area Code	320742	
<015> Study Area Name	BLOOMINGDALE HOME	
<020> Program Year	2017	
<030> Contact Name - Person USAC should contact regarding this data	Christopher Ulmer	
<035> Contact Telephone Number - Number of person identified in data line <030>	6109267903 ext.	
<039> Contact Email Address - Email Address of person identified in data line <030>	culmer@corello.com	
<500> Certify compliance with applicable service quality standards and consumer protection rules	Yes	
<510> Descriptive document for Service Quality Standards & Consumer Protection Rules Compliance	320742IN510.pdf	

(600) Functionality in Emergency Situations Data Collection Form		FCC Form 481 OMB Control No. 3060-0980/OMB Control No. 3060-0819 July 2013
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<010>	Study Area Code	320742
<015>	Study Area Name	BLOOMINGDALE HOME
<020>	Program Year	2017
<030>	Contact Name - Person USAC should contact regarding this data	Christopher Ulmer
<035>	Contact Telephone Number - Number of person identified in data line <030>	6109283903 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	culmer@cozello.com
<600>	Certify compliance regarding ability to function in emergency situations	Yes
<610>	Descriptive document for Functionality in Emergency Situations	320742IN610-.pdf

[illegible]

<010>	Study Area Code	320742
<015>	Study Area Name	BLOOMINGDALE HOME
<020>	Program Year	2017
<030>	Contact Name - Person USAC should contact regarding this data	Christopher Ulmer
<035>	Contact Telephone Number - Number of person identified in data line <030>	6109282903 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	culmer@icorellc.com

[illegible]

<010>	Study Area Code	320742
<015>	Study Area Name	BLOOMINGDALE HOME
<020>	Program Year	2017
<030>	Contact Name - Person USAC should contact regarding this data	Christopher Ulmer
<035>	Contact Telephone Number - Number of person identified in data line <030>	6109283903 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	culmer71@corellc.com
<810>	Reporting Carrier	Bloomingsdale Home Telephone Company
<811>	Holding Company	Not Applicable
<812>	Operating Company	Bloomingsdale Home Telephone Company

[illegible]

(900) Tribal Lands Reporting Data Collection Form		ETC Form 421 OMB Control No. 3060-9967/OMB Control No. 3160-0412 July 2013
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<010> Study Area Code	320742
<015> Study Area Name	BLOOMINGDALE HOME
<020> Program Year	2017
<030> Contact Name - Person USAC should contact regarding this data	Christopher Ulmer
<035> Contact Telephone Number - Number of person identified in data line <030>	6199283903 ext.
<039> Contact Email Address - Email Address of person identified in data line <030>	culmer@icorellc.com
<900> Does the filing entity offer tribal land services? (Y/N)	No

<910> Tribal Land(s) on which ETC Serves

<920> Tribal Government Engagement Obligation

Name of Attached Document

If your company serves Tribal lands, please select (Yes, No, NA) for each these boxes to confirm the status described on the attached document(s), on line 920, demonstrates coordination with the Tribal government pursuant to § 54.313(a)(9) includes:

- <921> Needs assessment and deployment planning with a focus on Tribal community anchor institutions.
- <922> Feasibility and sustainability planning;
- <923> Marketing services in a culturally sensitive manner;
- <924> Compliance with Rights of way processes
- <925> Compliance with Land Use permitting requirements
- <926> Compliance with Facilities Siting rules
- <927> Compliance with Environmental Review processes
- <928> Compliance with Cultural Preservation review processes
- <929> Compliance with Tribal Business and Licensing requirements.

Select Yes or No or Not Applicable

**(1000) Voice and Broadband Service Rate Comparability
Data Collection Form**

FCC Form 485

OMB Control No. 3060-0986/OMB Control No. 3060-0915

July 2013

<010>	Study Area Code	320742
<015>	Study Area Name	BLOOMINGDALE HOME
<020>	Program Year	2017
<030>	Contact Name - Person USAC should contact regarding this data	Christopher Ulmer
<035>	Contact Telephone Number - Number of person identified in data line <030>	6109283903 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	culmer@corellc.com

<1000> Voice services rate comparability certification Yes

<1010> Attach detailed description for voice services rate comparability compliance 320742IN1010.pdf

Name of Attached Document

<1020> Broadband comparability certification Yes - Pricing is no more than the most recent applicable benchmark announced by the Wireline Competition Bureau

<1030> Attach detailed description for broadband comparability compliance

Name of Attached Document

(1100) No Terrestrial Backhaul Reporting Data Collection Form		FCC Form 481 OMB Control No. 3060-0986/OMB Control No. 3060-0849 JUN 2013
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<010>	Study Area Code	320742
<015>	Study Area Name	BLOOMINGDALE HOME
<020>	Program Year	2017
<030>	Contact Name - Person USAC should contact regarding this data	Christopher Ulmar
<035>	Contact Telephone Number - Number of person identified in data line <030>	6109283903 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	culmar@icorellc.com

<1100> Certify whether terrestrial backhaul options exist (Y/N)

Yes

<1130> Please select the appropriate response (Yes, No, Not Applicable) to confirm the reporting carrier offers broadband service of at least 1 Mbps downstream and 256 kbps upstream within the supported area pursuant to § 54.313(g).

(1200) Terms and Condition for Lifeline Customers		FCO Form 481
Lifeline		DMB Control No. 3060-0886/DMB Control No. 3060-0813
Data Collection Form		July 2013

<010>	Study Area Code	320742
<015>	Study Area Name	BLOOMINGDALE HOME
<020>	Program Year	2017
<030>	Contact Name - Person USAC should contact regarding this data	Christopher Ulmer
<035>	Contact Telephone Number - Number of person identified in data line <030>	6109283903 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	culmer@icorellc.com

<1210> Terms & Conditions of Voice Telephony Lifeline Plans

320742IN1210.pdf

Name of Attached Document

<1220> Link to Public Website

HTTP www.bloominglestate1.com

"Please check these boxes below to confirm that the attached document(s), on line 1210, or the website listed, on line 1220, contains the required information pursuant to § 54.422(a)(2) annual reporting for ETCs receiving low-income support, carriers must annually report:

- <1221> Information describing the terms and conditions of any voice telephony service plans offered to Lifeline subscribers, ☒
- <1222> Details on the number of minutes provided as part of the plan, ☒
- <1223> Additional charges for toll calls, and rates for each such plan. ☒

(2000) Price Cap Carrier Additional Documentation		DOC Form 402
Data Collection Form		OMB Control No. 3060-0086/OMB Control No. 3060-0119
Including Rate of Return Carriers affiliated with Price Cap Local Exchange Carriers		July 2013

<010>	Study Area Code	320742
<015>	Study Area Name	BLOOMINGDALE HOME
<020>	Program Year	2017
<030>	Contact Name - Person USAC should contact regarding this data	Christopher Ulmer
<035>	Contact Telephone Number - Number of person identified in data line <030>	6109283903 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	culmer@icorellc.com

Select the appropriate responses below (Yes, No, Not Applicable) to note compliance as a recipient of Incremental High Cost support, High Cost support to offset access charge reductions, and Connect America Phase II support as set forth in 47 CFR § 54.313(b),(c),(d),(e). The information reported on this form and in the documents attached below is accurate.

Incremental Connect America Phase I reporting

<2010>	2nd Year Certification 47 CFR § 54.313(b)(1)(i) - Note that for the July 1 2016 certification, this applies to Round 2 recipients of Incremental Support	
<2011>	3rd Year Certification 47 CFR § 54.313(b)(1)(ii) - Note that for the July 1 2016 certification, this applies to Round 1 recipients of Incremental Support	
<2022>	Recipient certifies, representing year two after filing a notice of acceptance of funding pursuant to 54.312(c), that the locations in question are not receiving support under the Broadband Initiatives Program or the Broadband Technology Opportunities Program for projects that will provide broadband with speeds of at least 4 Mbps/1Mbps - 54.313(b)(2)(i). Round 2 recipients only.	
<2023>	The attachment on line 2024 includes a statement of the total amount of capital funding expended in the previous year in meeting Connect America Phase I deployment obligations, accompanied by a list of census blocks indicating where funding was spent. This covers year two - 54.313(b)(2)(ii). Round 2 recipients only.	
<2024A>	Round 2 Recipient of Incremental Support?	
<2024B>	Attach list of census blocks indicating where funding was spent in year two - 54.313(b)(2)(ii). Round 2 recipients only.	Name of Attached Document Listing Required Information
<2025A>	Round 1 or Round 2 Recipient of Incremental Support?	
<2025B>	Attach geocoded information for Phase I milestone reports (Round 1 for year three and Round 2 for year two) - Connect America Fund , WC Docket 10-90, Report and Order, FCC 13-	Name of Attached Document Listing Required Information
<2015>	2016 and future Frozen Support Certification 47 CFR § 54.313(c)(4)	

(2000) Price Cap Carrier Additional Documentation (Continued)
 Data Collection Form
 Including Rate of Return Carriers Affiliated with Price Cap Local Exchange Carriers

FCC Form 487
 OMB Control No. 3040-0086/OMB Control No. 3061-0012
 July 2012

Price Cap Carrier Connect America ICC Support {47 CFR § 54.313(d)}

<2016> Certification support used to build broadband

Connect America Phase II Reporting {47 CFR § 54.313(e)}

<2017A> Connect America Fund Phase II recipient?

<2017B> Attach information for Phase II - 54.313(e)(1) - list of geocoded locations already meeting the 54.309 public interest obligations at the end of calendar year 2015 and total amount of Phase II support, if any, the price

Name of Attached Document Listing
Required Information

<2018> Attach the number, names, and addresses of community anchor institutions to which the carrier newly began providing access to broadband service in the preceding calendar year - 54.313(e)(2)(ii)

Name of Attached Document Listing
Required Information

<2019> Recipient certifies that it bid on category one telecommunications and Internet access services in response to all FCC Form 470 postings seeking broadband service that meets the connectivity targets for the schools and libraries universal service support program for eligible schools and libraries located within any area in a census block where the carrier is receiving Phase II model-based support, and that such bids were at rates reasonably comparable to rates charged to eligible schools and libraries in urban areas for comparable offerings - 54.313(e)(2)(v)

<2020> Recipient certifies that it offered broadband meeting the requisite public interest obligations specified in §54.309 to 40% of its supported locations in the state on December 31, 2017 - 54.313(e)(3)

<2021> Recipient certifies that it offered broadband meeting the requisite public interest obligations specified in §54.309 to 60% of its supported locations in the state on December 31, 2018 - 54.313(e)(4)

<2026> Recipient certifies that it offered broadband meeting the requisite public interest obligations specified in §54.309 to 80% of its supported locations in the state on December 31, 2019 - 54.313(e)(5)

<2027> Recipient certifies that it offered broadband meeting the requisite public interest obligations specified in §54.309 to 100% of its supported locations in the state on December 31, 2020 - 54.313(e)(6)

<010>	Study Area Code	320742
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<035>	Contact Telephone Number - Number of person identified in data line <030>	6109283903 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	culmer@icorellc.com

Complete the items below to note compliance with five year service quality plan (pursuant to 47 CFR § 54.202(a)) and, for privately held carriers, ensuring compliance with the financial reporting requirements set forth in 47 CFR § 54.313(f)(2). I further certify that the information reported on this form and in the documents attached below is accurate.

(3009)	Progress Report on 5 Year Plan Carrier certifies to 54.313(f)(1)(iii)		
(3010A)	Milestone Certification (47 CFR § 54.313(f)(1)(i))	No - Attach Explanation	
(3010B)	Please Provide Attachment	Name of Attached Document Listing Required Information	320742IN3010b.pdf
(3012A)	Community Anchor Institutions (47 CFR § 54.313(f)(1)(ii))	No - No New Community Anchors	
(3012B)	Please Provide Attachment	Name of Attached Document Listing Required Information	
(3013)	Is your company a Privately Held ROR Carrier (47 CFR § 54.313(f)(2))	(Yes/No)	<input checked="" type="radio"/> <input type="radio"/>
(3014)	If yes, does your company file the RUS annual report	(Yes/No)	<input type="radio"/> <input checked="" type="radio"/>
	Please check these boxes to confirm that the attached PDF, on line 3017, contains the required information pursuant to § 54.313(f)(2) compliance requires:		
(3015)	Electronic copy of their annual RUS reports (Operating Report for Telecommunications Borrowers)		<input type="checkbox"/>
(3016)	Document(s) with Balance Sheet, Income Statement and Statement of Cash Flows		<input type="checkbox"/>
(3017)	If the response is yes on line 3014, attach your company's RUS annual report and all required documentation	Name of Attached Document Listing Required Information	
(3018)	If the response is no on line 3014, is your company audited? If the response is yes on line 3018, please check the boxes below to confirm your submission on line 3026 pursuant to § 54.313(f)(2), contains:	(Yes/No)	<input checked="" type="radio"/> <input type="radio"/>
(3019)	Either a copy of their audited financial statement; or (2) a financial report in a format comparable to RUS Operating Report for Telecommunications Borrowers		<input checked="" type="checkbox"/>
(3020)	Document(s) for Balance Sheet, Income Statement and Statement of Cash Flows		<input checked="" type="checkbox"/>
(3021)	Management letter and/or audit opinion issued by the independent certified public accountant that performed the company's financial audit. If the response is no on line 3018, please check the boxes below to confirm your submission on line 3026 pursuant to § 54.313(f)(2), contains:		<input checked="" type="checkbox"/>
(3022)	Copy of their financial statement which has been subject to review by an independent certified public accountant; or 2) a financial report in a format comparable to RUS Operating Report for Telecommunications Borrowers		<input type="checkbox"/>
(3023)	Underlying information subjected to a review by an independent certified public accountant		<input type="checkbox"/>
(3024)	Underlying information subjected to an officer certification.		<input type="checkbox"/>
(3025)	Document(s) for Balance Sheet, Income Statement and Statement of Cash Flows		<input type="checkbox"/>
(3026)	Attach the worksheet listing required information	Name of Attached Document Listing Required Information	320742IN3026.pdf

(005) Form of Award/Carrier Additional Documentation (Continued)		ECF Form 481
Data Collection Form		OMB Control No. 3045-0088/PRM Control No. 3045-0019
		JUN 2013

<010> Study Area Code	320742
<015> Study Area Name	BLOOMINGDALE HOME
<020> Program Year	2017
<030> Contact Name - Person USAC should contact regarding this data	Christopher Oliver
<035> Contact Telephone Number - Number of person identified in data line <030>	6109283903 ext.
<039> Contact Email Address - Email Address of person identified in data line <030>	cuimera1corral@com

Financial Data Summary

- (3027) Revenue
- (3028) Operating Expenses
- (3029) Net Income
- (3030) Telephone Plant In Service(TPIS)
- (3031) Total Assets
- (3032) Total Debt
- (3033) Total Equity
- (3034) Dividends

Name of Attached Document Listing Required Information

<010>	Study Area Code	320742
<015>	Study Area Name	BLOOMINGDALE HOME
<020>	Program Year	2017
<030>	Contact Name - Person USAC should contact regarding this data	Christopher Ulmer
<035>	Contact Telephone Number - Number of person identified in data line <030>	8109283303 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	culmer@icorelle.com

4005 Rural Broadband Experiment

Authorized Rural Broadband Experiment (RBE) recipients must address the certification for public interest obligations, provide a list of newly served community anchor institutions, and provide a list of locations where broadband has been deployed.

Public Interest Obligations – FCC 14-98 (paragraphs 26-29, 78)

Please address Line 4001 regarding compliance with the Commission's public interest obligations. All RBE participants must provide a response to Line 4001.

4001. Recipient certifies that it is offering broadband to the identified locations meeting the requisite public interest obligations consistent with the category for which they were selected, including broadband speed, latency, usage capacity, and rates that are reasonably comparable to rates for comparable offerings in urban areas?

Community Anchor Institutions – FCC 14-98 (paragraph 79)

4003a. RBE participants must provide the number, names, and addresses of community anchor institutions to which they newly deployed broadband service in the preceding calendar year. On this line, please respond (yes – attach new community anchors, no – no new anchors) to indicate whether this list will be provided.

If yes to 4003A, please provide a response for 4003B.

4003b. Provide the number, names and addresses of community anchor institutions to which the recipient newly began providing access to broadband service in the preceding calendar year.

Name of Attached Document Listing Required Information _____

Broadband Deployment Locations – FCC 14-98 (paragraph 80)

4004a. Attach a list of geocoded locations to which broadband has been deployed as of the June 1st immediately preceding the July 1st filing deadline for the FCC Form 481.

Name of Attached Document Listing Required Information _____

4004b. Attach evidence demonstrating that the recipient is meeting the relevant public service obligations for the identified locations. Materials must at least detail the pricing, offered broadband speed and data usage allowances available in the relevant geographic area.

Name of Attached Document Listing Required Information _____

**Certification - Reporting Carrier
Data Collection Form**

FCC Form 481

OMB Control No. 3060-0986/OMB Control No. 3060-0819

July 2015

<010>	Study Area Code	320742
<015>	Study Area Name	BLOOMINGDALE HOME
<020>	Program Year	2017
<030>	Contact Name - Person USAC should contact regarding this data	Christopher Ulmer
<035>	Contact Telephone Number - Number of person identified in data line <030>	6109283903 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	culmer@icorellc.com

TO BE COMPLETED BY THE REPORTING CARRIER, IF THE REPORTING CARRIER IS FILING ANNUAL REPORTING ON ITS OWN BEHALF:

Certification of Officer as to the Accuracy of the Data Reported for the Annual Reporting for CAF or LI Recipients	
I certify that I am an officer of the reporting carrier; my responsibilities include ensuring the accuracy of the annual reporting requirements for universal service support recipients; and, to the best of my knowledge, the information reported on this form and in any attachments is accurate.	
Name of Reporting Carrier:	
Signature of Authorized Officer:	Date
Printed name of Authorized Officer:	
Title or position of Authorized Officer:	
Telephone number of Authorized Officer:	
Study Area Code of Reporting Carrier:	Filing Due Date for this form:
Persons willfully making false statements on this form can be punished by fine or forfeiture under the Communications Act of 1934, 47 U.S.C. §§ 502, 503(b), or fine or imprisonment under Title 18 of the United States Code, 18 U.S.C. § 1001.	

Certification - Agent / Carrier Data Collection Form	FCC Form 457 OMB Control No. 3050-0086/OMB Control No. 3050-0089 July 2013
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<010> Study Area Code	320742
<015> Study Area Name	BLOOMINGDALE HOME
<020> Program Year	2017
<030> Contact Name - Person USAC should contact regarding this data	Christopher Ulmer
<035> Contact Telephone Number - Number of person identified in data line <030>	6109283903 ext.
<039> Contact Email Address - Email Address of person identified in data line <030>	culmer@icorellc.com

TO BE COMPLETED BY THE REPORTING CARRIER, IF AN AGENT IS FILING ANNUAL REPORTS ON THE CARRIER'S BEHALF:

Certification of Officer to Authorize an Agent to File Annual Reports for CAF or LI Recipients on Behalf of Reporting Carrier	
I certify that (Name of Agent) <u>ICORE Consulting, LLC</u> is authorized to submit the information reported on behalf of the reporting carrier. I also certify that I am an officer of the reporting carrier; my responsibilities include ensuring the accuracy of the annual data reporting requirements provided to the authorized agent; and, to the best of my knowledge, the reports and data provided to the authorized agent is accurate.	
Name of Authorized Agent:	ICORE Consulting, LLC
Name of Reporting Carrier:	BLOOMINGDALE HOME
Signature of Authorized Officer:	CERTIFIED ONLINE Date: 06/29/2016
Printed name of Authorized Officer:	Ronja Branson
Title or position of Authorized Officer:	Director/Manager
Telephone number of Authorized Officer:	7654982000 ext.
Study Area Code of Reporting Carrier:	320742 Filing Due Date for this form: 07/01/2016
Persons willfully making false statements on this form can be punished by fine or forfeiture under the Communications Act of 1934, 47 U.S.C. §§ 502, 503(b), or fine or imprisonment under Title 18 of the United States Code, 18 U.S.C. § 1001.	

TO BE COMPLETED BY THE AUTHORIZED AGENT:

Certification of Agent Authorized to File Annual Reports for CAF or LI Recipients on Behalf of Reporting Carrier	
I, as agent for the reporting carrier, certify that I am authorized to submit the annual reports for universal service support recipients on behalf of the reporting carrier; I have provided the data reported herein based on data provided by the reporting carrier; and, to the best of my knowledge, the information reported herein is accurate.	
Name of Reporting Carrier:	BLOOMINGDALE HOME
Name of Authorized Agent Firm:	ICORE Consulting, LLC
Signature of Authorized Agent or Employee of Agent:	CERTIFIED ONLINE Date: 06/29/2016
Name of Authorized Agent Employee:	Christopher Ulmer
Title or position of Authorized Agent or Employee of Agent	Manager
Telephone number of Authorized Agent or Employee of Agent:	6109283903 ext.
Study Area Code of Reporting Carrier:	320742 Filing Due Date for this form: 07/01/2016
Persons willfully making false statements on this form can be punished by fine or forfeiture under the Communications Act of 1934, 47 U.S.C. §§ 502, 503(b), or fine or imprisonment under Title 18 of the United States Code, 18 U.S.C. § 1001.	

Attachments

7000 Price Offerings Including Voice Rate Data Data Collection Form	FOG Form 483 OMB Control No. 3060-0086/OMB Control No. 3060-0049 July 2013
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OMB Control No. 3060-0986/OMB Control No. 3060-0819
July 2013

<015>	Study Area Name	BLOOMINGDALE HOME
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<030> Contact Name - Person USAC should contact regarding this data Christopher Ulmar

<039> Contact Email Address - Email Address of person identified in data line <030> culmerricorellc.com

<701> Residential Local Service Charge Effective Date	1/1/2016
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[illegible]

(710) Broadband Price Offerings
Data Collection Form

FCC Form 481
OMB Control No. 3060-0985/OMB Control No. 3060-0819
July 2013

<010>	Study Area Code	320742
<015>	Study Area Name	BLOOMINGDALE HOME
<020>	Program Year	2017
<030>	Contact Name - Person USAC should contact regarding this data	Christopher Ulmer
<035>	Contact Telephone Number - Number of person identified in data line <030>	6198283903 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	culmer@coreallc.com

<711>

[illegible]

SUPPLEMENTAL DATA & RESPONSES

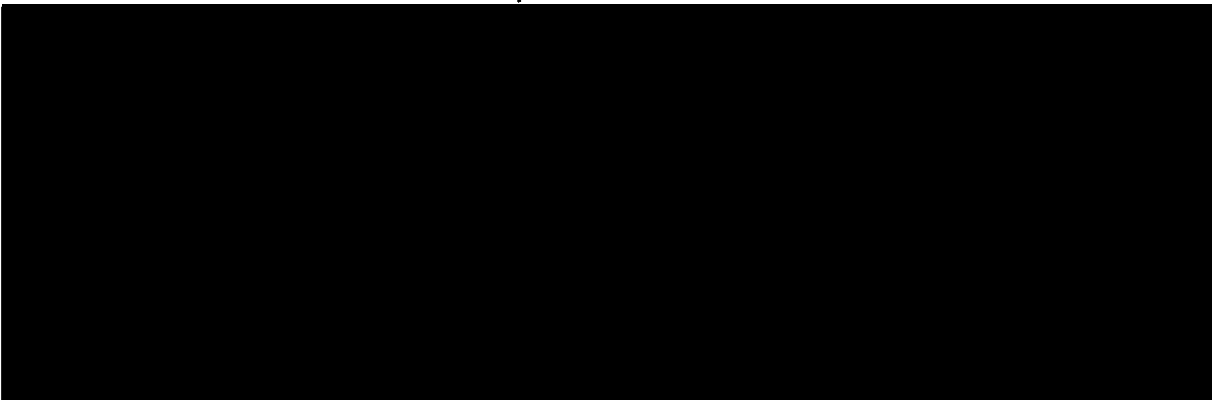
BLOOMINGDALE HOME TELEPHONE COMPANY
FIVE YEAR SERVICE IMPROVEMENT PLAN
JULY 1, 2016 PROGRESS REPORTS

EXECUTIVE SUMMARY

On July 1, 2014, Bloomingdale Home Telephone Company ("Bloomingdale" or "the Company") submitted a five year service improvement plan as required by 47 C.F.R. §54.202(a). Bloomingdale operates a single exchange in western Indiana. Consistent with 47 C.F.R. §54.313(a)(1), the Company now submits its first progress report which reflects activities through December 2015.

At the time the five year service improvement plan was submitted, broadband service was defined as a service with speed of 4 Mbps downstream and 1 Mbps upstream. The FCC's action to change this definition to 10 Mbps downstream and 1 Mbps upstream upon reasonable request was not reflected in the initial plan. This report provides an assessment of the Company's achievements to date in network investment to target the new, higher download speed requirement.

UNIVERSAL SERVICE SUPPORT / INVESTED



SERVICE CERTIFICATION

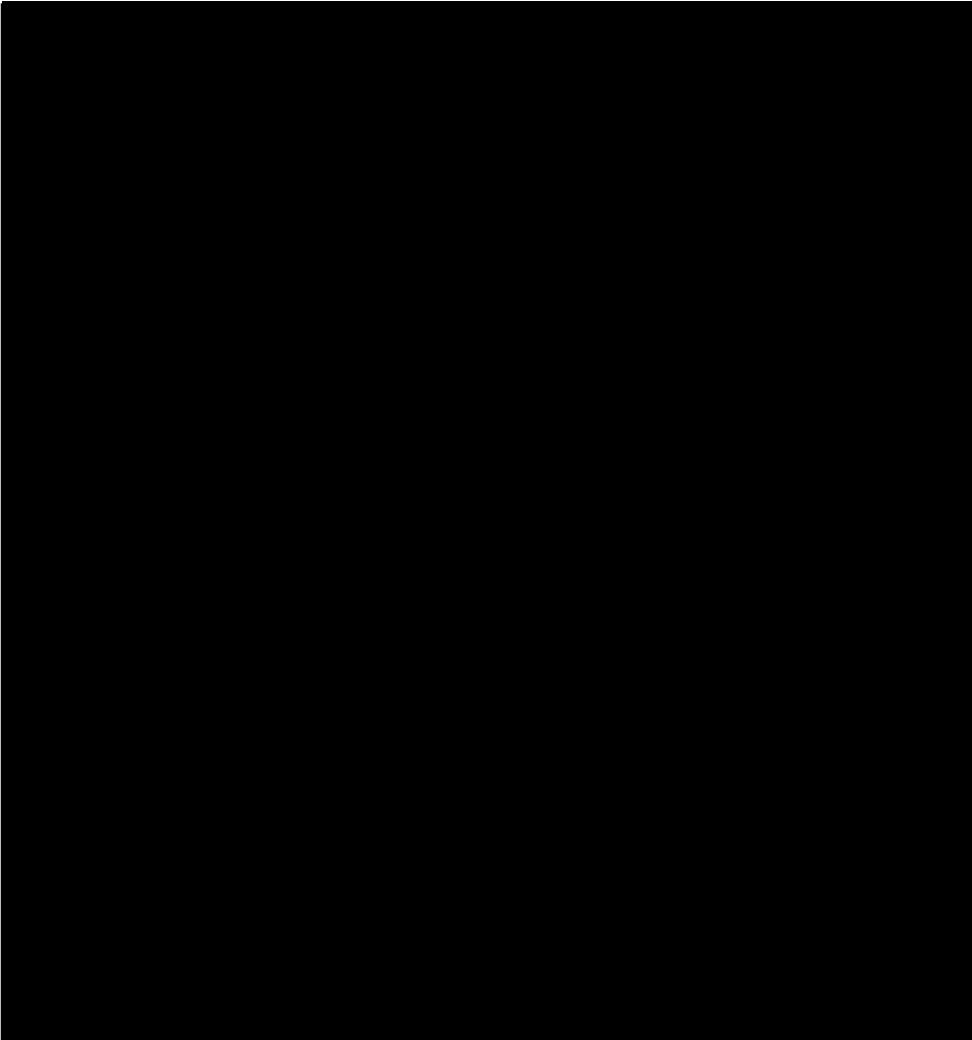
As set forth in 47 C.F.R. § 54.313(f)(1)(i), the Company hereby certifies that it is taking reasonable steps to provide upon reasonable request broadband service at actual speeds of at least 10 Mbps downstream/1Mbps upstream. This service offers latency suitable for real-time applications, including

¹ Allocation in compliance with reporting requirement addressing how federal USF was used by the Company per 47 C.F.R. § 54.313(A)(1).

Voice over Internet Protocol. Usage capacity is reasonably comparable to comparable offerings in urban areas and that requests for such service are met within a reasonable amount of time.

SERVICE PROGRESS - EXCHANGE MAP

Funds received from the universal service support mechanisms, in combination with all other revenue streams will allow the Company to maintain and upgrade the existing broadband network. In the July 1, 2014 five-year plan, the level of 4/1 broadband availability within Bloomingdale was 100%. Using the FCC's new broadband definition of 10 Mbps / 1 Mbps upon reasonable request, Bloomingdale can serve approximately 30% of their customers. Upon completion of the fiber deployment, this figure will be close to or at 100%. The map below shows the Bloomingdale Telephone Company study area exchange boundaries and the area within which 10/1 broadband is available (purple dashed line).



RATES AND RATE STABILITY

New customers are provided rate information at the time they order service. The rate information is prepared based on tariffs which are on file with the state public utility commission and available for inspection at our office. In addition rates are available on the company website. Notices of rate changes proposed by the Company are communicated to the customers through a bill notice or other comparable means. The Company complies with all state and federal rules applicable to rate changes.

PROVIDE SPECIFIC DISCLOSURES IN ADVERTISING

In advertising of prices for service plans the Company will disclose material charges and conditions related to the advertised prices and services. This notice will provide the potential customer with , including if applicable and to the extent the advertising medium reasonably allows: (1) whether nonrecurring installation charges would apply; (2) the monthly fee associated with the service; (3) whether any additional taxes, fees or surcharges apply; (3) the terms and conditions related to receiving a product or service for "free;" and (4) whether prices or benefits apply only for a limited time or promotional period and, if so, whether any different fees or charges will apply for the remainder of the contract term.

TRUTH-IN-BILLING

The Company has long maintained compliance with the FCC's Truth-in-Billing rules as set forth in 47 CFR 64.2401. In part, this requires the Company's telephone bill must: (1) be accompanied by a brief, clear, non-misleading plain language description of the service or services rendered; (2) identify the service provider associated with each charge; (3) clearly and conspicuously identify any change in

Company	Bloomington Home Telephone Company
Study Area Code	320742
Supplemental Data For:	Line 510 – Service Quality Standards and Consumer Protection Rules Compliance

service provider; (4) contain full and non-misleading descriptions of charges; (5) identify those charges for which failure to pay will not result in disconnection of the customer's basic local service; and (6) provide a toll free number for customers to call in order to lodge a complaint or obtain information.

Customers' bills will distinguish (1) monthly charges for service and features, and other charges collected and retained by the carrier, from (2) taxes, fees and other charges collected by the carrier and remitted to federal state or local governments. The Company will not label cost recovery fees or charges as taxes.

PROVIDE READY ACCESS TO CUSTOMER SERVICE

Customers and potential customers may access customer service by visiting the Company's office or by using a toll-free telephone number during normal business hours. Customer service contact information is available at our business office with regular hours posted on the storefront. In addition, this information is available online and on the monthly invoice rendered by the company.

ABIDE BY POLICIES FOR PROTECTION OF CUSTOMER PRIVACY

The Company complies with all state and federal rules regarding the privacy of customer information. Certification of this compliance is provided annually to the FCC.

RESPONSE TO CONSUMER INQUIRIES AND COMPLAINTS RECEIVED FROM GOVERNMENT AGENCIES

The Company will respond in writing to state or federal administrative agencies within 30 days of receiving written consumer complaints from any such agency. Should the agency require a shorter interval for response, the Company will use its best efforts to expedite the review of the complaint to provide a response which meets the agency-provided target date.

Company	Bloomington Home Telephone Company
Study Area Code	320742
Supplemental Data For:	Line 510 – Service Quality Standards and Consumer Protection Rules Compliance

TERMINATION OF SERVICE

The Company follows the state public utility commission's rules for termination of service.

Service cannot be terminated without advance notice to the customer. If service is being terminated for non-payment, the customer will have the option to establish a payment plan. So long as the customer adheres to the payment plan, service will not be disconnected.

Customers may terminate service at any time and for any reason. The Company does not assess any termination penalty and the customer is simply required to pay for the services which were used while the service was provided.

Company	Bloomington Home Telephone Company
Study Area Code	320742
Supplemental Data For:	Line 610 – Description of Functionality in Emergency Situations

As an initial point, the Company had no service outages during 2015 which met the FCC's threshold for reporting into the Network Outage Reporting System ("NORS").

The Company engages in preventative maintenance programs which help ensure network reliability in all conditions. This includes regular checks on generators, battery back-up, HVAC infrastructure at central office switches, and tree trimming/removal when trees have the potential to take down telephone lines during events of high wind or heavy snow. Access to critical infrastructure (like central office switches) is limited to essential personnel. Spare equipment is maintained in inventory.

Like most local exchange carriers, the Company's network consists of electronic switching equipment and a network of fiber optics and copper facilities. From a switching standpoint, the Company has one primary switch and smaller switches which are fed by the primary switch. These smaller switches are often referred to as intraexchange remote switches or concentrators. The largest threat to switches is the loss of power. To address this, the Company ensures adequate battery back-up is maintained. For emergency situations which extend beyond the useful life of the battery back-up, the Company uses generators to power the switches. These generators are portable which ensures they can be relocated to any switching center based on the specific needs of each switch. In addition, the Company's office will serve as a Command and Control center. This center is included as a primary location to which continuous power is required.

In cases of emergency, the Company's management has contact information for all employees. Depending upon the scope of the emergency, the Company may call-in as many employees as necessary to provide continual telecommunications service. The Company has access to local and regional construction companies which can be called in to supplement the work force if necessary. When poles are down from emergencies, the Company works with other utilities attached to the same poles to expedite the repair or replacement of the infrastructure.

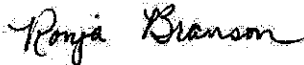
In summation, the Company takes preventative measures to plan for emergency situations and also takes steps to mitigate the risk or duration of such events.

BLOOMINGDALE HOME TELEPHONE COMPANY

June 7, 2016

I, Ronja Branson, hereby certify that Bloomingdale Home Telephone Company pricing of voice services is no more than two standard deviations above the applicable national average urban rate for voice service as specified in the most recent public notice issued by the Wireline Commission Bureau.

Respectfully,



Ronja Branson
Director-Manager
rbranson@bloomingdaletel.com

38 S MAIN ST
P.O. BOX 206
BLOOMINGDALE, IN
47832

PHONE 765-498-1000
FAX 765-498-8000
EMAIL rbranson@bloomingdaletel.com

CALL BEFORE YOU DIG

INDIANA STATE LAW REQUIRES 48 HOUR ADVANCE NOTICE TO ALLOW US TO MARK THE LOCATION OF TELEPHONE LINES.

Before you start any project involving digging or excavation, Please call 811*.



STATEMENT OF NONDISCRIMINATION

Bloomingtondale Home Telephone Company is the recipient of Federal financial assistance from the U.S. Department of Agriculture (USDA). The USDA prohibits discrimination in all its programs and activities on the basis of race, color, national origin, age, disability, and where applicable, sex, marital status, familial status, parental status, religion, sexual orientation, genetic information, political beliefs, reprisal, or because all or part of an individual's income is derived from any public assistance program. (Not all prohibited bases apply to all programs.) Persons with disabilities who require alternative means for communication of program information (Braille, large print, audiotape, etc.) Should contact USDA's TARGET Center at (202) 720-2600 (voice and TDD). To file a complaint of discrimination, write to USDA, Director of Civil Rights, 1400 Independence Avenue, S.W., Washington, D.C. 20250-9410, or call toll free (866) 632-9992 (voice) or (800) 877-8339 (TDD) or (866) 377-8642 (relay voice users). USDA is an equal opportunity provider and employer

DEAF, HARD OF HEARING OR SPEECH IMPAIRED RELAY INDIANA - CUSTOMER TELEPHONE ACCESS

This service relays calls between a person using a text telephone (TTY/TDD) and users of the general telephone network in the State of Indiana. Specially trained personnel are available 24 hours a day, 7 days a week, to relay the call. There is no extra charge for this service. Long distance calls placed through RELAY INDIANA to destinations within the US will be billed at discounted rates. To use RELAY INDIANA or to obtain more information, including rate information, call toll free:

1-800-743-3333 (Voice or Text Telephone) or simply dial 7-1-1.

LIFELINE AND LINK-UP ASSISTANCE PROGRAMS

In order to increase the availability of telecommunication services to all consumers in its serving area, Bloomingtondale Home Telephone Co., Inc., offers these two low income assistance programs: Lifeline Assistance and Link-Up Assistance. Any subscriber who meets the low income eligibility criteria established by the Indiana Utility Regulatory Commission (IURC) and lives within the Bloomingtondale Home Telephone Company's service area is eligible for participation in one or both of these programs. In order to meet the low income eligibility criteria established by the IURC, a customer must be a participant in one of the following programs: Medicaid, food stamps, Supplementary Social Security Income (SSI), federal public housing assistance or Section 8 (a Federal Housing Assistance program administered by the Department of Urban Development) or Low Income Home Energy Assistance Program (LIHEAP). For information on service assistance eligibility and application procedures, please contact our office, 498-1000.

TELEPHONE SAFETY TIPS

Remember that your telephone is an electrical instrument. It is one of the safest appliances in your home. However, in some instances, you should use extra care.

DURING AN ELECTRICAL STORM: Avoid using your telephone during an electrical storm to reduce the chance of shock due to lightning.

NEAR WATER: Immersion of a telephone in a bathtub, shower or pool could cause electrical shock.

GAS LEAKS: Do not use your telephone in the immediate area of a gas leak. The electrical components could cause a spark to ignite the gas.

Edale Home Telephone Company, Inc.

I.U.R.C. Tariff No. I-85
Section III
First Revised Sheet 10

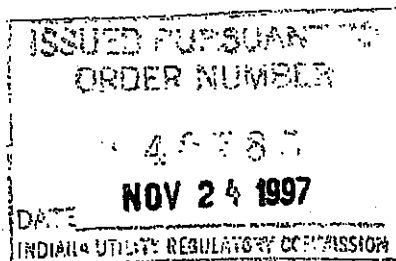
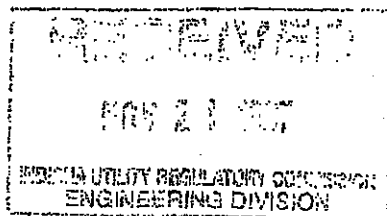
LOW INCOME PROGRAMS

CONCURRENCE

Pursuant to the provisions contained in Cause Nos. 40785 and 40786, the Company hereby adopts and concurs in I.U.R.C. Tariff No. -7, Part I, Section 3 for Low Income Programs.

(N)

(N)



Effective: _____
(Date)

Officer: Ronald D. Cook
Title: Director

Indiana Utility Regulatory Commission

Tariff No. T-7

The T-7 Tariff provides a central location for issues that affect many or all companies. Terms, conditions, and rates contained herein, are available for concurrence by any provider in that provider's individual tariff. Use of the T-7 is not required.

Explanation of Symbols

- (C) – to signify changed regulation or rate (See note below)
- (D) – to signify discontinued or deleted rate or regulation
- (I) – to signify increase
- (N) – to signify new rate or regulation
- (R) – to signify reduction
- (S) – to signify reissued or relocated material/text
- (T) – to signify a change in text but no change in rate or regulation

NOTE: When used in reference to a rate, the symbol (C) indicates that a changed rate or method of applying a rate will result in either an increase or a decrease for certain customers.

EFFECTIVE: July 1, 2009
In compliance with I.C. 8-1-2.6-4.1

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PART I MISCELLANEOUS SERVICES

- Section 1 Indiana Universal Service Surcharge
- Section 2 Low-Income Programs
- Section 3 Dual Party Relay Services Surcharge

EFFECTIVE: July 1, 2009
In compliance with I.C. 8-1-2.6-4.1

1.0 INDIANA UNIVERSAL SERVICE SURCHARGE

1.1 Description

Pursuant to the requirements of the Final Order in Cause No. 42144, all customer billings on and after October 1, 2007 shall reflect an additional charge to fund the Indiana Universal Service Fund (IUSF). The purpose of the IUSF is to implement a competitively neutral funding mechanism that promotes universal telecommunication service to all Indiana residents by ensuring availability of basic telecommunications services at just, reasonable, and affordable rates that are reasonably comparable between urban and rural areas of Indiana.

1.2 Conditions

- a. The surcharge will apply to net intrastate retail telecommunications services.
- b. The surcharge is subject to change pursuant to the procedure set forth in the Final Order in Cause No. 42144.

1.3 Amount of Surcharge

Monthly Surcharge: 0.52 percent of net intrastate retail telecommunications services. (I)

1.4 Concurrence

The surcharge shall be applied and remitted to the IUSF by all companies that provide intrastate retail telecommunications service. Telecommunications providers serving Indiana customers shall be bound by the Commission's tariff or their own equivalent tariff if filed with Commission's Communications Division.

EFFECTIVE: May 1, 2012

Issued Pursuant to July 25, 2007, Docket Entry in IURC Cause No. 42144 and February 22, 2012 Order issued in IURC Cause No. 42144-S3

REDACTED - FOR PUBLIC INSPECTION

2.0 LOW-INCOME PROGRAMS¹

2.1 Description

The Low-Income Program is a federal program, that reimburses eligible telecommunications carriers (ETCs) for reducing their monthly service charges for voice telephony service as defined in 47 C.F.R. 54.101 to eligible low-income customers. The Company participates in this assistance program to increase the availability of telecommunications services to all consumers in its serving areas.

The Low-Income Program was approved pursuant to the Commission's Order of November 5, 1997, in Cause No. 40785. Pursuant to that Order, any telecommunications carriers desiring to be declared an Eligible Telecommunications Carrier ("ETC") for the purpose of receiving interstate Universal Service Funds may file a concurrence in I.U.R.C. T-7, Lifeline tariff, or may file a stand-alone tariff for such low-income programs (Cause No. 40785, Page 10). The structure of the program is outlined in the following paragraphs.

2.2 Definitions

The following terms shall be defined as follows:

Qualifying low-income subscriber – a subscriber who meets the low-income eligibility criteria established by the Indiana Utility Regulatory Commission:

Participation in at least one of the following federal programs:

- a. Medicaid; Supplemental Nutritional Assistance Program (SNAP) also known (T) as food stamps; Supplemental Security Income (SSI); federal public housing assistance or Section 8 (a Federal Housing Assistance Program administered by the Department of Urban Development); Low-Income Home Energy Assistance Program (LIHEAP); Temporary Assistance for Needy Families (TANF); or the National School Lunch's free lunch program (NSL).
- b. Annual Household Income is at or below 135% of the Federal Poverty Guidelines.

Toll blocking – a service provided by carriers that lets consumers elect not to allow the completion of outgoing toll calls from their telecommunications channel.

Toll control – a service provided by carriers that allows consumers to specify a certain amount of toll usage that may be incurred on their telecommunications channel per month or per billing cycle.

Toll limitation – denotes both toll blocking and toll control.

¹Material on this sheet formerly appeared on the Preface Sheet and Part I, Section 3, 2nd Revised Sheet 1.

2.0 LOW-INCOME PROGRAMS (Continued)²

2.3 Lifeline Assistance

a. Description

Lifeline Assistance reduces an eligible Customer's monthly rate for voice telephony service. (T)

b. Regulations

1. Lifeline Assistance is available to all residential customers who meet the following eligibility requirements:
 - i. Customers must be participants in at least one of the following programs:
Medicaid, Supplemental Nutritional Assistance Program (T) (SNAP), Supplemental Security Income (SSI), federal public housing assistance or Section 8 (a Federal Housing Assistance Program administered by the Department of Urban Development), Low Income Home Energy Assistance Program (LIHEAP), Temporary Assistance for Needy Families (TANF), or the National School Lunch's free lunch program (NSL).
 - ii. Annual Household Income is at or below 135% of the Federal Poverty Guidelines.
2. As a participant in Lifeline Assistance, customers are eligible to receive Toll Blocking Service or Toll Control Service, as described in their Indiana Serving Tariff, at no charge. These services will only be provided at the customer's request.
3. Local service deposit requirements will be waived for customers who voluntarily receive Toll Blocking Service or Toll Control Service.
4. Participants in Lifeline Assistance shall not be disconnected from Local service for non-payment of toll charges. In addition, the Company will not deny re-establishment of local service to customers who are eligible for Lifeline Assistance and have previously been disconnected for non-payment of toll charges.
5. Partial payments that are received from Lifeline customers will first be applied to local service charges and then to any outstanding toll charges.

²Material on this sheet formerly appeared on Part I, Section 3, 2nd Revised Sheet 2.

2.0 **LOW-INCOME PROGRAMS (Continued)**³

2.3 **Lifeline Assistance (Continued)**

b. Credits

The following credits will apply for each customer eligible for Lifeline Assistance:

	<u>Monthly Credit</u>	
Federal Credit	\$9.25	(C)

2.4 **Link-Up Assistance (Lifeline Connection Assistance)***

(D)

*The requirement to for ETCs to offer Link-Up assistance (discounted service connection charges) was eliminated by the Federal Communications Commission pursuant to the Lifeline Reform and Modernization Order, Released February 6, 2012.

³ Material on this sheet formerly appeared on Part I, Section 3, 1st Revised Sheet 3.

EFFECTIVE: August 1, 2012
FCC Docket No. WC 11-42

3.0 DUAL PARTY RELAY SERVICES SURCHARGE⁵

3.1 Description

Dual Party Relay Services for hearing impaired and speech impaired persons provide access to telephone services that are functionally equivalent to those provided to individuals not having hearing or speech impairments. Dual Party Relay Services are subject to rules and regulations as prescribed by the FCC (Disabilities Act of 1990, 47 U.S.C. 225) and the House of Enrolled Act 1608.

Dual Party Relay Access Service was approved pursuant to the Commission's Order of September 11, 2002, in Cause No. 39880-INTRAC4. Pursuant to that Order, "All Indiana local exchange telephone companies, prior to placing in effect the new surcharge, shall either concur in the IURC T-7 tariff, Section 4, or file a company-specific revised tariff with the Commission's Telecommunications Division." (Cause No. 39880-INTRAC4, Page 3)

This surcharge is imposed on each residence and business line (or line equivalent) to fund and recover the costs for developing and providing Dual Party Relay Services.

3.2 Amount of Surcharge

<u>Charges</u>	<u>Monthly Surcharge</u>
Per residence line or business line or line equivalent	\$.03

⁵Material on this sheet formerly appeared on Part I, Section 4, 1st Revised Sheet I.

EFFECTIVE: April 1, 2005

Issued Pursuant to January 19, 2005, Order in IURC Cause No. 39880-INTRAC5

REDACTED - FOR PUBLIC INSPECTION

Company	Bloomington Home Telephone Company
Study Area Code	320742
Supplemental Data For:	Line 3010b – 5 Year Plan Milestone Certification

This certification is embedded within the 5 year plan update that has been filed.

BLOOMINGDALE HOME TELEPHONE COMPANY, INC.

**AUDITED FINANCIAL STATEMENTS
AND
INDEPENDENT AUDITOR'S REPORT**

**FOR THE YEARS ENDED
DECEMBER 31, 2015 AND 2014**

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December 28, 2015

Bloomington Home Telephone Company, Inc.
P.O. Box 206
Bloomington, IN 47883

We are pleased to confirm our understanding of the services we are to provide for Bloomington Home Telephone Company, Inc. for the year ended December 31, 2015.

We will audit the financial statements of Bloomington Home Telephone Company, Inc., which comprise the balance sheet as of December 31, 2015, and the related statements of income and retained earnings, and cash flows for the year then ended, and the related notes to the financial statements.

We will also prepare the company's RUS Form 479 for the year ended December 31, 2015.

Audit Objectives

The objective of our audit is the expression of an opinion about whether your financial statements are fairly presented, in all material respects, in conformity with U.S. generally accepted accounting principles. Our audit will be conducted in accordance with auditing standards generally accepted in the United States of America and the standards for financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and will include tests of your accounting records and other procedures we consider necessary to enable us to express such an opinion. We cannot provide assurance that an unmodified opinion will be expressed. Circumstances may arise in which it is necessary for us to modify our opinion or add an emphasis-of-matter or other-matter paragraph. If our opinion on the financial statements is other than unmodified, we will discuss the reasons with management in advance. If, for any reason, we are unable to complete the audit or are unable to form or have not formed an opinion, we may decline to express an opinion or issue reports, or we may withdraw from this engagement.

We will also provide a report (which does not include an opinion) on internal control related to the financial statements and compliance with the provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a material effect on the financial statements as required by *Government Auditing Standards*. The report on internal control and on compliance and other matters will include a paragraph that states (1) that the purpose of the report is solely to describe the scope of testing of internal control and compliance, and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control on compliance and (2) that the report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. The paragraph will also state that the report is not suitable for any other purpose. If during our audit we become aware that Bloomington Home Telephone Company, Inc. is subject to an audit requirement that is not encompassed in the terms of this engagement, we will communicate to management and those charged with governance that an audit in accordance with generally accepted auditing standards established by the Auditing Standards Board (United States) and the standards for financial audits contained in *Government Auditing Standards* may not satisfy the relevant legal, regulatory, or contractual requirements.

Management Responsibilities

Management is responsible for the financial statements and all accompanying information as well as all representations contained therein. As part of the audit, we will assist with preparation of your financial statements and related notes. These nonaudit services do not constitute an audit under *Government Auditing Standards* and such services will not be conducted in accordance with *Government Auditing Standards*. You agree to assume all management responsibilities relating to the financial statements and related notes and any other nonaudit services we provide. You will be required to acknowledge in the management representation letter the services provided and our assistance with the preparation of the financial statements and related notes and that you have evaluated the adequacy of our services and have reviewed and approved the results of the services, the financial statements, and related notes prior to their issuance and have accepted responsibility for them. Further, you agree to oversee the nonaudit services by designating an individual, preferably from senior management, with suitable skill, knowledge, or experience; evaluate the adequacy and results of those services; and accept responsibility for them.

Management is responsible for establishing and maintaining effective internal controls, including monitoring ongoing activities; for helping to ensure that appropriate goals and objectives are met; following laws and regulations; and ensuring that management is reliable and financial information is reliable and properly reported. Management is also responsible for implementing systems designed to achieve compliance with applicable laws, regulations, contracts, and grant agreements. You are also responsible for the selection and application of accounting principles; for the preparation and fair presentation of the financial statements in conformity with U.S. generally accepted accounting principles; and for compliance with applicable laws and regulations and the provisions of contracts and grant agreements.

Management is also responsible for making all financial records and related information available to us and for the accuracy and completeness of that information. You are also responsible for providing us with (1) access to all information of which you are aware that is relevant to the preparation and fair presentation of the financial statements, (2) additional information that we may request for the purpose of the audit, and (3) unrestricted access to persons within the company from whom we determine it necessary to obtain audit evidence.

Your responsibilities include adjusting the financial statements to correct material misstatements and for confirming to us in the representation letter that the effects of any uncorrected misstatements aggregated by us during the current engagement and pertaining to the latest period presented are immaterial, both individually and in the aggregate, to the financial statements taken as a whole.

You are responsible for the design and implementation of programs and controls to prevent and detect fraud, and for informing us about all known or suspected fraud affecting the company involving (1) management, (2) employees who have significant roles in internal control, and (3) others where the fraud could have a material effect on the financial statements. Your responsibilities include informing us of your knowledge of any allegations of fraud or suspected fraud affecting the company received in communications from employees, former employees, grantors, regulators, or others. In addition, you are responsible for identifying and ensuring that the Company complies with applicable laws, regulations, contracts, agreements, and grants and for taking timely and appropriate steps to remedy fraud, noncompliance with provisions of laws, regulations, contracts or grant agreements, or abuse that we report.

Management is responsible for establishing and maintaining a process for tracking the status of audit findings and recommendations. Management is also responsible for identifying for us previous financial audits, attestation engagements, performance audits, or other studies related to the objectives discussed in the Audit Objectives section of this letter. This responsibility includes relaying to us corrective actions taken to address significant findings and recommendations resulting from those audits, attestation engagements, performance audits, or other engagements or studies. The company is also responsible for providing management's views on our current findings, conclusions, and recommendations, as well as your planned corrective actions for the report, and for the timing and format for providing that information.

Audit Procedures—General

An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; therefore, our audit will involve judgment about the number of transactions to be examined and the areas to be tested. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We will plan and perform the audit to obtain reasonable rather than absolute assurance about whether the financial statements are free of material misstatement, whether from (1) errors, (2) fraudulent financial reporting, (3) misappropriation of assets, or (4) violations of laws or governmental regulations that are attributable to the Company or to acts by management or employees acting on behalf of the Company. Because the determination of abuse is subjective, *Government Auditing Standards* do not expect auditors to provide reasonable assurance of detecting abuse.

Because of the inherent limitations of an audit, combined with the inherent limitations of internal control, and because we will not perform a detailed examination of all transactions, there is a risk that material misstatements may exist and not be detected by us, even though the audit is properly planned and performed in accordance with U.S. generally accepted auditing standards and *Government Auditing Standards*. In addition, an audit is not designed to detect immaterial misstatements or violations of laws or governmental regulations that do not have a direct and material effect on the financial statements. However, we will inform the appropriate level of management of any material errors, fraudulent financial reporting, or misappropriation of assets that come to our attention. We will also inform the appropriate level of management of any violations of laws or governmental regulations that come to our attention, unless clearly inconsequential, and of any material abuse that comes to our attention. Our responsibility as auditors is limited to the period covered by our audit and does not extend to any later periods for which we are not engaged as auditors.

Our procedures will include tests of documentary evidence supporting the transactions recorded in the accounts, tests of the physical existence of inventories, and direct confirmation of receivables and certain assets and liabilities by correspondence with selected individuals, funding sources, creditors, and financial institutions. We will also request written representations from the Company's attorneys as part of the engagement, and they may bill you for responding to this inquiry. At the conclusion of our audit, we will require certain written representations from you about your responsibilities for the financial statements; compliance with laws, regulations, contracts, and grant agreements; and other responsibilities required by generally accepted auditing standards.

Audit Procedures—Internal Control

Our audit will include obtaining an understanding of the Company and its environment, including internal control, sufficient to assess the risks of material misstatement of the financial statements and to design the nature, timing, and extent of further audit procedures. Tests of controls may be performed to test the effectiveness of certain controls that we consider relevant to preventing and detecting errors and fraud that are material to the financial statements and to preventing and detecting misstatements resulting from illegal acts and other noncompliance matters that have a direct and material effect on the financial statements. Our tests, if performed, will be less in scope than would be necessary to render an opinion on internal control and, accordingly, no opinion will be expressed in our report on internal control issued pursuant to *Government Auditing Standards*.

An audit is not designed to provide assurance on internal control or to identify significant deficiencies or material weaknesses. However, during the audit, we will communicate to management and those charged with governance internal control related matters that are required to be communicated under AICPA professional standards and *Government Auditing Standards*.

Audit Procedures—Compliance

As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, we will perform tests of Bloomingdale Home Telephone Company, Inc.'s compliance with the provisions of applicable laws, regulations, contracts, agreements, and grants. However, the objective of our audit will not be to provide an opinion on overall compliance and we will not express such an opinion in our report on compliance issued pursuant to *Government Auditing Standards*.

Engagement Administration, Fees, and Other

We understand that your employees will prepare all cash, accounts receivable, and other confirmations we request and will locate any documents selected by us for testing.

We will provide copies of our reports to the company; however, management is responsible for distribution of the reports and the financial statements. Unless restricted by law or regulation, or containing privileged and confidential information, copies of our reports are to be made available for public inspection.

The audit documentation for this engagement is the property of Kemper CPA Group, LLP and constitutes confidential information. However, pursuant to authority given by law or regulation, we may be requested to make certain audit documentation available to certain governmental entities, of the U.S. Government Accountability Office for purposes of a quality review of the audit, to resolve audit findings, or to carry out oversight responsibilities. We will notify you of any such request. If requested, access to such audit documentation will be provided under the supervision of Kemper CPA Group, LLP personnel. Furthermore, upon request, we may provide copies of selected audit documentation to the aforementioned parties. These parties may intend, or decide, to distribute the copies or information contained therein to others, including other governmental agencies.

Carrie M. Hanni, CPA is the engagement partner and is responsible for supervising the engagement and signing the reports or authorizing another individual to sign them.

As part of our engagement, we will also prepare the company's RUS Form 479 for the year ended December 31, 2015. It is Management's responsibility to provide us with all the information required for preparing a complete and accurate form. Management has the final responsibility for the RUS Form 479 and, therefore, should review them carefully before they are signed.

Our fees for this work will be based upon work and services performed as well as the nature and complexity of the engagement, plus direct out of pocket expenses. Our invoices for these fees will be rendered each month as work progresses and are payable on presentation.

Government Auditing Standards require that we provide you with a copy of our most recent external peer review report and any letter of comment, and any subsequent peer review reports and letters of comment received during the period of the contract. Our 2012 peer review report accompanies this letter.

We appreciate the opportunity to be of service to Bloomingdale Home Telephone Company, Inc. and believe this letter accurately summarizes the significant terms of our engagement. If you have any questions, please let us know. If you agree with the terms of our engagement as described in this letter, please sign the enclosed copy and return it to us.

Sincerely yours,

KEMPER CPA GROUP LLP

KEMPER CPA GROUP, LLP
Certified Public Accountants

RESPONSE:

This letter correctly sets forth the understanding of Bloomingdale Home Telephone Company, Inc.

Signature: *Patty Branson*

Title: *General Manager*

Date: *12-28-15*

BLOOMINGDALE HOME TELEPHONE COMPANY, INC.
BALANCE SHEETS
AS OF DECEMBER 31, 2015 AND 2014

	<u>2015</u>	<u>2014</u>
ASSETS		
Current Assets		
Cash		
Certificates of deposit		
Investments		
Accounts receivable		
Other receivables		
Inventory		
Prepaid expenses		
Total Current Assets		
Property, plant and equipment, net		
Other assets		
Total Assets		
 LIABILITIES AND STOCKHOLDER'S EQUITY		
Current Liabilities		
Accounts payable		
Taxes payable		
Customer deposits		
Current portion of long-term debt		
Total Current Liabilities		
 Long-term debt, net of current portion		
Deferred tax liability, net		
Total Liabilities		
Stockholder's Equity		
Capital stock - common, [REDACTED] par value		
[REDACTED] shares issued and outstanding		
Retained earnings		
Total Stockholder's Equity		
Total Liabilities and Stockholder's Equity		

The accompanying notes are an integral part of the financial statements.

**BLOOMINGDALE HOME TELEPHONE COMPANY, INC.
STATEMENTS OF INCOME AND RETAINED EARNINGS
FOR THE YEARS ENDED DECEMBER 31, 2015 AND 2014**

	<u>2015</u>	<u>2014</u>
OPERATING REVENUES		
Local service		
Toll service		
Internet		
Interstate revenue		
Intrastate revenue		
Miscellaneous		
Total Operating Revenues		
OPERATING EXPENSES		
Plant specific operations		
Plant nonspecific operations		
Depreciation		
Customer operations		
Corporate operations		
Operating taxes		
Total Operating Expenses		
Loss from Operations		
OTHER INCOME (EXPENSE)		
Interest expense on long-term debt		
Investment income, net		
Penalties		
Total Other Income (Expense)		
LOSS BEFORE INCOME TAXES		
INCOME TAX EXPENSE (BENEFIT)		
Current income taxes		
Deferred income taxes		
Total Income Tax Expense (Benefit)		
NET LOSS		
RETAINED EARNINGS - Beginning of Year		
RETAINED EARNINGS - End of Year		
Loss Per Share		

The accompanying notes are an integral part of the financial statements.

BLOOMINGDALE HOME TELEPHONE COMPANY, INC.
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2015 AND 2014

	<u>2015</u>	<u>2014</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Net loss		
Adjustments to reconcile net income to cash flows		
to net cash provided by operating activities:		
Depreciation		
Deferred income tax provision, net		
Unrealized loss on value of investments		
Change in operating assets and liabilities		
Accounts receivable		
Other receivables		
Inventory		
Prepaid expenses		
Other assets		
Accounts payable		
Customer deposits		
Income taxes payable		
Other current liabilities		
Net cash provided by operating activities		
CASH FLOWS FROM INVESTING ACTIVITIES		
Capital expenditures		
Proceeds from the sale certificates of deposit and investments		
Purchase of certificate of deposits and investments		
Net cash used by investing activities		
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of mortgage notes payable		
Net cash used by financing activities		
Net decrease in cash		
CASH - beginning of year		
CASH - end of year		
Supplemental Disclosures		
Cash paid for interest		

The accompanying notes are an integral part of the financial statements.

BLOOMINGDALE HOME TELEPHONE COMPANY, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2015 AND 2014

Note 1 - NATURE OF OPERATIONS

Bloomington Home Telephone Company, Inc. (the Company) was incorporated on April 20, 1922 for the purpose of providing local telephone service to the residents of Bloomington, Indiana. The Company currently provides local telephone and internet service to approximately [REDACTED] telephone customers and [REDACTED] internet customers. The operating plant and equipment was originally funded through loans from the Rural Utility Service (RUS).

Note 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting - The accompanying financial statements have been prepared on the accrual basis of accounting. The accounting policies of the Company conform to accounting principles generally accepted in the United States of America and reflect the practices appropriate to the telecommunications industry. The accounting records of the Company are maintained in accordance with the uniform system of accounts prescribed by the Indiana Utility Regulatory Commission (the Commission). Additionally, these financial statements have been prepared in accordance with the requirements and formats prescribed by the Rural Utilities Service, an agency of the United States government.

Accounts Receivable - The Company carries its accounts receivable at cost less an allowance for doubtful accounts. On a periodic basis, the Company evaluates its accounts receivable and establishes an allowance for doubtful accounts, based on a history of past write-offs and collections and current conditions. Late fees are calculated on overdue balances and the Company reserves the right to waive or suspend these late charges. For the years ended December 31, 2015 and 2014, management has determined that no allowance was necessary.

Inventory - Inventory is stated at a weighted average cost.

Property, Plant and Equipment - The Company records property and equipment at cost if purchased and capitalizes all construction related direct labor, materials and indirect cost. The Company capitalizes major renewals and betterments that substantially increase the lives of existing assets. Maintenance, repairs, and minor improvements are expensed as incurred.

Income Taxes - The Company has adopted the Income Taxes Topic of the FASB Accounting Standards Codification. The Accounting Standards requires use of the liability method of accounting for deferred income taxes. The Company believes that it has appropriate support for any tax positions taken, and as such, does not have any uncertain tax positions that are material to the financial statements. Bloomington Home Telephone Company, Inc. is generally no longer subject to U.S. federal and state tax examinations by taxing authorities for years before 2012.

Revenue Recognition - Revenues primarily consist of charges for the provision of local telephone exchange service; compensation for carrying interstate and intrastate long-distance traffic on the Company's local networks; the provision of long distance service; and charges for (i) leasing, selling, installing and maintaining customer premise equipment, (ii) providing billing and collection services, (iii) providing internet services. Revenues are recognized as services or products are delivered.

**BLOOMINGDALE HOME TELEPHONE COMPANY, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2015 AND 2014**

Note 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Compensation for interstate access service is received through tariffed access charges filed by the National Exchange Carrier Association, Inc. (NECA) with the Federal Communications Commission (FCC) on behalf of the member companies. These access charges are billed by the Company to the interstate interexchange carriers, and pooled with like revenues from all NECA member companies. The portion of the pooled access charge revenue received by the Company is based upon the nationwide average schedule cost of providing interstate access service, plus a return on the investment dedicated to providing that service. The Company recognized interstate access revenues under the terms of NECA pooling arrangements of [REDACTED] and [REDACTED] during 2015 and 2014, respectively.

Compensation for intrastate access services is received through tariffed access charges filed with the Commission. These access charges are billed to the intrastate long distance toll carriers and are retained by the Company.

Use of Estimates - The presentation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Note 3 - CERTIFICATES OF DEPOSIT

The Company has invested in various certificates of deposit with several banks. The original maturities of these certificates of deposit range between three months to three years, are recorded at cost, and earn interest at the rates ranging from [REDACTED]. As of December 31, 2015 and 2014 the certificates of deposit are recorded as current assets and investments due to their respective maturity dates in 2015 and 2014.

Note 4 - INVESTMENTS

The Company has invested in various mutual funds. Although market values of the investments are subject to fluctuations on a year-to-year basis, management believes the investment program is prudent for the long-term welfare of the Company. As of December 31, 2015 and 2014 investments consisted of the following:

	2015	2014
Mutual Funds	[REDACTED]	[REDACTED]
Total		

BLOOMINGDALE HOME TELEPHONE COMPANY, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2015 AND 2014

Note 4 – INVESTMENTS (continued)

For the years ended December 31, 2015 and 2014, net investment income consisted of the following:

	2015	2014
Interest and dividends		
Unrealized losses		
Totals		

Note 5 – PROPERTY, PLANT AND EQUIPMENT

Telephone plant in service at December 31, 2015 and 2014 is stated at cost. The major classes of the telephone plant as of December 31 are:

	2015	2014
Land		
Mobile equipment		
Furniture and fixtures		
Transportation		
Plant and equipment		
Other work equipment		
Construction in progress		
Total		
Accumulated depreciation		
Net		

The Company provides for depreciation on a straight-line basis at annual rates which will amortize the depreciable property over its estimated useful life. Individual plant depreciable rates are as follows:

Mobile equipment	
Furniture and fixtures	
Transportation	
Plant and equipment	
Other work equipment	

BLOOMINGDALE HOME TELEPHONE COMPANY, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2015 AND 2014

Note 6 - MORTGAGE NOTES PAYABLE

Mortgage notes payable to the RUS are secured by all the fixed assets of the Company. The mortgage note agreements contain restrictions on the payment of dividends or redemption of capital stock. The terms of the mortgage agreements require the maintenance of defined amounts of equity and working capital after payment of dividends.

The [REDACTED] mortgage notes require monthly payments of [REDACTED] including interest over a 26-year period.

The following is a summary of outstanding mortgage notes payable:

	2015	2014
Mortgage notes with interest at [REDACTED] per year	[REDACTED]	
Less: current maturities		
Total		

The maturities of long-term debt for each of the succeeding five years subsequent to December 31, 2015 are as follows:

Years Ended December 31	
2016	[REDACTED]
2017	
2018	
2019	
2020	
Thereafter	[REDACTED]
Total	

Note 7 - RETIREMENT PLAN

The Company sponsors an Individual Retirement Account Plan which is administered by The Lincoln National Pension Insurance Company. The plan is a Simplified Employee Pension Plan and is in effect for all qualified employees. Contributions for 2015 and 2014 were approximately [REDACTED] respectively. Contributions by the Company are discretionary.

BLOOMINGDALE HOME TELEPHONE COMPANY, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2015 AND 2014

Note 8 - INCOME TAXES

Deferred income tax assets and liabilities components are as follows:

	2015	2014
Long term deferred tax asset		
Long term deferred tax liability		
Net long term deferred tax liability		

At December 31, 2015 and 2014, the Company has a net operating loss carryforward of approximately [REDACTED] available to reduce future taxable income, respectively. The deferred tax assets and liabilities result primarily from differences in recording depreciation for income tax and financial reporting purposes.

The Company has adopted the provision of FASB ASC 740-10. The Company has evaluated its exposure resulting from uncertain tax positions and determined the exposure is not material to the financial statements. Therefore, these financial statements do not include a liability for uncertain tax positions.

Note 9 - FAIR VALUE MEASUREMENT

The Company uses appropriate valuation techniques based on the available inputs to measure fair value of its investments using a fair value hierarchy of three broad levels, Level 1, Level 2 and Level 3 that prioritizes the inputs to valuation techniques used to measure fair value. The fair value hierarchy gives the highest priority to quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3).

Level 1 Fair Value Measurements – Fair values are based on quoted prices (unadjusted) in active markets for identical assets or liabilities that are accessible at the measurement date.

Level 2 Fair Value Measurements – Fair values are based on inputs other than quoted market prices included in Level 1 that are observable for the asset or liability, either directly or indirectly. Observable inputs include quoted prices for similar assets or liabilities in active or non-active markets and may also include insignificant adjustments to market observable inputs. The Company did not have investments using Level 2 fair value measurement for years ended December 31, 2015 and 2014.

Level 3 Fair Value Measurements – Fair values are based on unobservable input used for valuing the asset or liability. Unobservable inputs are those that reflect the plan's own assumptions about the assumption that market participants would use in pricing the asset, based on the best information available in the circumstances. The Company did not have investments using Level 3 fair value measurement for years ended December 31, 2015 and 2014.

BLOOMINGDALE HOME TELEPHONE COMPANY, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2015 AND 2014

Note 9 - FAIR VALUE MEASUREMENT (continued)

The following table presents the carrying amounts and estimated fair values of the Company's financial instruments at December 31, 2015 and 2014. FASB Statement 107, *Disclosures About Fair Value of Financial Instruments*, defines the fair value of a financial instrument as the amount at which the instrument could be exchanged in a current transaction between willing parties.

	Quoted Prices in Active Markets for Identical Assets (Level 1)	Observable Inputs Used To Determine Price (Level 2)	Significant Unobservable Inputs Used to Determine Price (Level 3)
<u>December 31, 2015</u>			
Mutual funds			
<u>December 31, 2014</u>			
Mutual funds			

Note 10 - SUBSEQUENT EVENTS

The Company has evaluated subsequent events through February 24, 2016, which is the date financial statements were available to be issued. No material subsequent events were identified which would require disclosure and/or adjustment to the financial statements as of December 31, 2015.



**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON
COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS**

Board of Directors and Stockholders of
Bloomingdale Home Telephone Company, Inc.

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Bloomingdale Home Telephone Company, Inc. (an Indiana corporation), which comprise the balance sheets as of December 31, 2015 and 2014, and the related statements of income and retained earnings and cash flows for the years then ended, and the related notes to the financial statements, and have issued our report thereon dated February 24, 2016.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Bloomingdale Home Telephone Company, Inc.'s internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Bloomingdale Home Telephone Company, Inc.'s internal control. Accordingly, we do not express an opinion on the effectiveness of Bloomingdale Home Telephone Company, Inc.'s internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the company's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did identify certain deficiencies in internal control, described in the accompanying schedule of findings and responses that we consider to be a material weakness. Finding 2015-1.

4002 Clarks Creek Road • Plainfield, IN 46168
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Compliance and Other Matters

As part of obtaining reasonable assurance about whether Bloomingdale Home Telephone Company, Inc.'s financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Bloomingdale Home Telephone Company, Inc.'s Responses to Findings

The Company's responses to the finding identified in our audit are described in the accompanying schedule of findings and questioned costs. The Company's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly we express no opinion.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the company's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the company's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Kemper CPA Group LLP

Kemper CPA Group, LLP
Plainfield, Indiana
February 24, 2016

BLOOMINGDALE HOME TELEPHONE COMPANY, INC.
SCHEDULE OF FINDINGS AND RESPONSES
DECEMBER 31, 2015

FINDING 2015-1 Lack of Segregation of Duties

Criteria: A basic premise of internal control is that no one employee should have access to both physical assets and the related accounting records or all phases of a transaction.

Condition: We noted a lack of segregation of duties exists with respect to all functions of the Company's operations including the general ledger and cash accounts.

Cause: The Company is a small closely held corporation and does not currently see the need to segregate duties among limited employees.

Effect: Because all duties are performed by the same individual, the Company is at risk for misstatements to occur and not be prevented or detected in the processing of transactions.

Recommendation: We recommend that duties among the Company be segregated to the extent possible.

Management's Response: Management acknowledges the issue, however, they believe those in place are capable of properly performing the duties assigned.

